25X1

NSC BRIEFING

27 June 1955

- I. In Latin America, the only serious development has been the revolt of 16 June.
 - A. This brief but violent military revolt has at least temporarily altered the power structure of the Argentine government by returning the army to a dominant position over labor. A firmer indication of the durability of this change, however will have to await the announcement of new cabinet members.
 - 1. At present that the military, especially Minister of the Army Lucero, probably controls the government, although the army reportedly has taken great pains to canceal its power over Peron.
 - 2. Government communiques stress that the situation has returned to normal.

25X1

AT NO. 44 65 IN CLASS. D. L. L. ASSIFIED ASSIFIED AFFE. AT TO-2 AFFEWER: TR. 70-2 AFFEWERE: TR. 70-2 AFFEWER

Approved For Release 2003/01/29 : CIA-RDP79R00890A000600010009-1

Z3/ I

- C. The resignation of all cabinet members on 22 June suggests that Peron is responding to army pressure, but the orientation and stability of the Peron government as now constituted is yet to be determined by the following influences:
 - 1. Peron's fulfillment of the reported army-navy demands.
 - 2. The political leanings of the new cabinet members.
 - 3. The effective dissimulation of army control over PEron to prevent protest action, possibly by the CGT or by the non-commissioned army officers.
 - 4. Effectiveness of government control over dissatisfied elements within the military who now appear to be loyal to the controlling military elements.